

**Small Business Regulator Fairness Board
Small Business Impact Statement**

Date: October 22, 2014

Rule Number: 12 CSR 10-41.010 Annual Adjusted Rate of Interest

Name of Agency Preparing Statement: Missouri Department of Revenue

Name of Person Preparing Statement: Todd Iveson, Director
Taxation Division

Phone Number: 573-751-2110 **Email:** vickie.wood@dor.mo.gov

Name of Person Approving Statement: John R. Mollenkamp
Acting Director
Missouri Department of Revenue

Please describe the methods your agency considered or used to reduce the impact on small businesses *(examples: consolidation, simplification, differing compliance, differing reporting requirements, less stringent deadlines, performance rather than design standards, exemption, or any other mitigating technique).*

Under section 32.065, RSMo, the director of revenue is mandated to establish an annual adjusted rate of interest based upon the adjusted prime rate charged by banks during September of that year as set by the Board of Governors of the Federal Reserve rounded to the nearest full percent. Because this method is statutorily mandated, other methods were not considered.

Please explain how your agency has involved small businesses in the development of the proposed rule.

Because this method is statutorily mandated under section 32.065, RSMo, the Department of Revenue made no separate effort to involve small business in development of this proposed amendment.

Please list the probable monetary costs and benefits to your agency and any other agencies affected. Please include the estimated total amount your agency expects to collect from additionally imposed fees and how the moneys will be used.

There are no additional monetary costs or benefits to the Department of Revenue. The Department of Revenue will impose interest in 2015 on delinquent taxes at the same percentage as 2014. Revenues derived from interest will only fluctuate by the change in delinquencies.

Please describe small businesses that will be required to comply with the proposed rule and how they may be adversely affected.

All small businesses that have delinquent tax will pay the same percentage of interest as 2014.

Please list direct and indirect costs (in dollars amounts) associated with compliance.

Because the future amount of past due taxes is unknown, the precise dollar impact on small businesses is unknown, however, interest accrued on tax amounts owed on or after the effective date of this proposed amendment, will be at the same as the 2014 interest rate.

Please list types of business that will be directly affected by, bear the cost of, or directly benefit from the proposed rule.

This proposed amendment will impact any business that has delinquent tax.

Does the proposed rule include provisions that are more stringent than those mandated by comparable or related federal, state, or county standards?

Yes___ No__X

If yes, please explain the reason for imposing a more stringent standard.